

# Idaho Millennium Fund

**STARS Number & Budget Unit:** 150 STAB

**Bill Number & Chapter:** S1460 (Ch.387)

PROGRAM DESCRIPTION: The Idaho Millennium Fund is the repository of all funds received by the State of Idaho under the tobacco Master Settlement Agreement reached between participating states and tobacco product manufacturers. These funds are managed and invested by the State Treasurer. Each year, 5% of the fair market value of the Idaho Millennium Fund is distributed to the Idaho Millennium Income Fund and made available for legislative appropriation. [Statutory Authority: Idaho Code §67-1801 et seq.]

<b>DIVISION SUMMARY:</b>	<b>FY 2005 Total Appr</b>	<b>FY 2005 Actual</b>	<b>FY 2006 Total Appr</b>	<b>FY 2007 Request</b>	<b>FY 2007 Gov Rec</b>	<b>FY 2007 Approp</b>
<b>BY FUND SOURCE</b>						
Dedicated	60,700	60,700	0	2,637,100	1,274,000	107,900
Percent Change:		0.0%	(100.0%)			
<b>BY EXPENDITURE CLASSIFICATION</b>						
Operating Expenditures	0	0	0	250,000	0	0
Trustee/Benefit	60,700	60,700	0	2,387,100	1,274,000	0
Lump Sum	0	0	0	0	0	107,900
<b>Total:</b>	<b>60,700</b>	<b>60,700</b>	<b>0</b>	<b>2,637,100</b>	<b>1,274,000</b>	<b>107,900</b>

<b>DECISION UNIT SUMMARY:</b>	<b>FTP</b>	<b>General</b>	<b>Dedicated</b>	<b>Federal</b>	<b>Total</b>
<b>FY 2006 Original Appropriation</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FY 2007 Base</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1. Caldwell School District - GRASP	0.00	0	30,000	0	30,000
3. Public Health Districts	0.00	0	500,000	0	500,000
5. American Lung Association - TATU	0.00	0	77,900	0	77,900
6. H&W Tobacco Counter Marketing	0.00	0	300,000	0	300,000
7. Idaho Supreme Court	0.00	0	270,000	0	270,000
9. ISP - Youth Tobacco Investigations	0.00	0	94,000	0	94,000
12. Transfer to State Agencies	0.00	0	(1,164,000)	0	(1,164,000)
<b>FY 2007 Total Appropriation</b>	<b>0.00</b>	<b>0</b>	<b>107,900</b>	<b>0</b>	<b>107,900</b>

% Change From FY 2006 Original Approp.

% Change From FY 2006 Total Approp.

APPROPRIATION HIGHLIGHTS: All appropriations from the Idaho Millennium Fund are granted on a one-time basis. There were six projects funded with Millennium Fund moneys, but the four state government project appropriations are transferred to, and shown in, their respective budgets: Public Health Districts, Department of Health and Welfare, Idaho Supreme Court, and the Idaho State Police. The total amount appropriated from the Millennium Fund for FY 2007 is \$1,271,900. The statutory distribution from the Millennium Fund for FY 2007 is \$1,274,000. The total amount appropriated in FY 2006 was \$700,000.

LEGISLATIVE INTENT: Section 2 of the appropriation bill provides that unexpended and unencumbered moneys shall revert to the Idaho Millennium Income Fund, and the State Controller shall then transfer the balance of the fund to the Idaho Millennium Fund.

OTHER LEGISLATION: SJR107 proposes a constitutional amendment to create the Idaho Millennium Permanent Endowment Fund. The fund will receive 80% of all future tobacco settlement payments to Idaho with the corpus being permanently protected. Currently, the tobacco settlement payments are deposited into the statutorily created Idaho Millennium Fund with an annual distribution of 5% of the average monthly fair market value for the first twelve months of the preceding twenty-four months to the Idaho Millennium Income Fund (which is subject to appropriation). The constitutional amendment also provides for the remaining 20% of future tobacco settlement payments be deposited to the Millennium Fund with the same annual distribution formula to the Millennium Income Fund. The Legislature is directed to set a statutory cap on the fund balance of the Millennium Fund upon approval of the constitutional amendment, and once the cap is met future settlement payments and earnings thereon will transfer back to the Permanent Endowment Fund. S1416 codifies the provisions of SJR107, sets the statutory cap on the Millennium Fund at \$100 million, and provides for \$10 million to be transferred from the Millennium Fund into the Millennium Permanent Endowment Fund.

<b>FY 2007 APPROPRIATION:</b>	<b>FTP</b>	<b>Pers. Cost</b>	<b>Oper Exp</b>	<b>Cap Out</b>	<b>T/B Pymnts</b>	<b>Lump Sum</b>	<b>Total</b>
OT D 0499-00 Millennium Income	0.00	0	0	0	0	107,900	107,900